

DOMINION
OILCLOTH & LINOLEUM
COMPANY, LIMITED

MONTREAL

ESTABLISHED
1872



ANNUAL REPORT

FOR THE YEAR ENDED
31st OCTOBER, 1942

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DOMINION OILCLOTH & LINOLEUM COMPANY, LIMITED

Established 1872



ANNUAL REPORT

FOR THE YEAR ENDED

31st OCTOBER, 1942

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Head Office & Factories:

2200 ST. CATHERINE STREET EAST,
MONTREAL, P.Q.

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Toronto Sales Office:

ROOM 704, CENTRAL BUILDING,
45 RICHMOND STREET WEST,
TORONTO, ONT.

DOMINION OILCLOTH & LINOLEUM COMPANY, LIMITED

Annual Report of the Board of Directors

The Directors have pleasure in presenting their Report, together with Financial Statement and Auditors' Report for the year ended 31st October, 1942.

Profits for the year, after all expenses, depreciation and provision for estimated taxation, amounted to \$1,305,593.57
out of which the following dividends were paid or reserved for payment:

\$1.60 per share on the Common Stock	\$1,120,000.00	
\$1.60 per share on the Deferred Stock	128,000.00	\$1,248,000.00

leaving a balance to be carried forward to Earned Surplus of		\$ 57,593.57
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Plant and equipment have been adequately maintained and capital expenditures amounting to \$180,054.06 were made, most of which were attributable to increased war work.

Raw materials for the manufacture of our standard products are increasingly difficult to obtain, as so many of our important supplies came from overseas. In consequence, new processes have had to be developed and substitutes found after extensive chemical research, so that the total output of civilian products has not fallen far below the previous year.

Production of war material has continued to grow in ever-increasing volume and much of our Inlaid Linoleum Department, together with an extension thereto, is devoted to the manufacture of hydro-pressed aluminum aircraft parts. Other departments are largely engaged in the treatment and finishing of Anti-Gas Cloth, Tarpaulin Duck, etc., while a varied assortment of Bits and Pieces for the Military and Naval Services are also being produced.

It is with profound regret that the Directors record the death on Nov. 20, 1942, of Mr. John J. McGill, President of this Company since 1927. Mr. McGill had been an official of this Company since 1881 and his death marks the passing of an outstanding figure in the industry. The loss of his wide experience and judgment will be keenly felt.

The vacancies occasioned by Mr. McGill's death have been filled by the appointments of Mr. Archie F. Baillie as President, Mr. K. B. Robertson as Vice-President and Mr. G. Blair Gordon as Director.

The Directors feel that special thanks and appreciation should be expressed to the Staff and all employees for their efficient and loyal service during a most difficult year.

Respectfully submitted on behalf of the Board,

ARCH. F. BAILLIE,
President.

DOMINION OILCLOTH & LINOLEUM COMPANY, LIMITED

Income and Expenditure Account

YEAR ENDED 31st OCTOBER, 1942

Operating Profit before provision for Depreciation, etc. -		\$2,014,607.33
Income from Investments in Subsidiary and Affiliated Companies and Other Investments - - - - -		577,207.18
		2,591,814.51
<i>Deduct:</i>		
Provision for Depreciation - - - - -	\$ 103,775.87	
Dominion Income and Excess Profits Tax including Refundable Portion - - - - -	1,048,931.41	
Foreign Income Taxes - - - - -	5,963.93	
Legal Expenses - - - - -	860.49	
Salaries and Directors' Fees paid to Executive Officers of the Company and other Salaried Directors - -	114,689.24	
Fees paid to other Directors of the Company - -	12,000.00	1,286,220.94
		\$1,305,593.57
<i>Net Profit for the Year:</i> - - - - -		

Note:—The total remuneration received by Directors from Subsidiary Companies amounted to \$5,000.00

DOMINION OILCLOTH & LINOLEUM COMPANY, LIMITED

Balance Sheet

AS AT 31ST OCTOBER, 1942

		ASSETS	
<i>Current:</i>			
Cash	-	-	\$ 588,620.96
Treasury Bills	-	-	\$ 2,536,117.69
Bills and Accounts Receivable	-	-	772,175.27
<i>Inventories:</i>			
Merchandise and Raw Materials	-	-	1,771,756.13
Physical Inventory taken and valued at the lower of Cost or Market Price.	-	-	\$ 5,080,049.09
<i>Fixed:</i>			
Real Estate Buildings and Plant Valued at Cost	-	-	4,444,446.51
Less: Reserve for Depreciation	-	-	2,752,849.63
			1,691,596.88
<i>Investments in Subsidiary Companies at Cost:</i>			
Preferred and Common Stocks	-	-	3,213,970.05
<i>Investments in Affiliated Companies at Cost:</i>			
Common Stocks	-	-	429,213.25
<i>Other Investments at Cost:</i>			
Bonds, Preferred and Common Stocks	-	-	3,631,564.55
(Approximate Market Value \$3,144,675.00)			
Refundable Portion of Excess Profits Tax:	-	-	56,177.30
Prepaid Expense:	-	-	43,736.07
			\$14,146,307.19

TO THE SHAREHOLDERS,
DOMINION OILCLOTH AND LINOLEUM COMPANY, LIMITED,
MONTREAL.

MONTREAL, P.Q., 11th January, 1943.

We beg to report that we have completed an audit of the books and accounts of the Dominion Oilcloth and Linoleum Company, Limited for the year ended 31st October, 1942. We certify that we have received all the information and explanations required by us; and, in our opinion, this Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs as at 31st October, 1942, according to the best of our information and the explanations given to us and as shown by the books of the Company.

As required under Section 114 of the Companies Act, 1934, we report that profits of Subsidiary Companies have been included in the Income and Expenditure Account to the extent to which dividends have been declared by those Companies.

HYDE & DAVIS,
Chartered Accountants, Auditors.

DOMINION OILCLOTH & LINOLEUM COMPANY, LIMITED

Balance Sheet

AS AT 31ST OCTOBER, 1942

LIABILITIES

Current:

Accounts Payable - - - - -	\$	561,541.81	
Provision for Federal and Provincial Taxes - -		1,087,344.92	
Provision for Dividend on No Par Value Deferred Stock - - - - -		128,000.00	\$ 1,776,886.73

Insurance Fund Reserve: - - - - - 910,000.00

Capital:

Represented by:			
700,000 Shares No Par Value Common Stock			6,400,000.00
80,000 Shares No Par Value Deferred Stock			

Surplus Accounts:

Capital Surplus - - - - -		690,858.39	
Earned Surplus - - - - -		4,312,384.77	
Excess Profits Tax Refundable - - - - -		5,003,243.16	5,059,420.46
		56,177.30	

Contingent Liabilities: Nil.

\$14,146,307.19

Approved on behalf of the Board of Directors:

ARCH. F. BAILLIE, *Director.*
E. S. TRUDEAU, *Director.*

DOMINION OILCLOTH & LINOLEUM COMPANY, LIMITED

Capital Surplus Account

YEAR ENDED 31st OCTOBER, 1942

Balance Forward at 1st November, 1941	-	-	-	-	-	-	-	\$ 582,783.14
<i>Add:</i> Realized Appreciation of Securities	-	-	-	-	-	-	-	108,075.25
								<u>108,075.25</u>
<i>Balance at Credit 31st October, 1942</i>	-	-	-	-	-	-	-	<u><u>\$ 690,858.39</u></u>

Earned Surplus Account

Balance Forward at 1st November, 1941	-	-	-	-	-	-	-	\$4,160,886.82
<i>Add:</i> Readjustment of Taxes in 1941	-	-	-	-	-	-	-	93,904.38
Net Profit for the Year	-	-	-	-	-	-	-	1,305,593.57
								<u>1,305,593.57</u>
								5,560,384.77
<i>Deduct:</i>								
Dividends paid on No Par Value Common Stock	-	-	-	-	-	-	-	\$1,120,000.00
Provision for Dividend on No Par Value Deferred Stock	-	-	-	-	-	-	-	128,000.00
								<u>128,000.00</u>
								<u>1,248,000.00</u>
<i>Balance at Credit 31st October, 1942</i>	-	-	-	-	-	-	-	<u><u>\$4,312,384.77</u></u>

DOMINION OILCLOTH & LINOLEUM COMPANY, LIMITED

*Below are listed the more important products manufactured
by your Company:*

MARBOLEUM	REXOLEUM MATS
DOMINION INLAID LINOLEUM (MARBLE TILE, STRAIGHT LINE AND MOULDED)	DOMINION TABLE OILCLOTH
DOMINION JASPÉ AND GRANITE LINOLEUM	DOMINION BROCADE TABLE COVERS
DOMINION BATTLESHIP AND PLAIN LINO- LEUM	DOMINION ART BAIZE (PLAIN AND EMBOSSED)
CORK CARPET	DOMINION SHELF OILCLOTH
DOMINION PRINTED LINOLEUM	DOMINION ENAMELLED OILCLOTH
DOMINION PASSAGE LINOLEUM	DOMOLEATHER
FELTOL AND FELTOL PASSAGE	KRAFTOL (COATED PAPER)
REXOLEUM AND REXOLEUM PASSAGE	LEATHERKRAFT
REXFELT	MUROLEUM WALL COVERING
DOMINION LINOLEUM RUGS (JASPÉ AND PRINTED)	SANITILE WALL COVERING
FELTOL RUGS	DECORATIVE WALL BURLAPS
FELTOL MATS	DOMINION LIQUID WAX
	DOMINION LINOGRIIP CEMENT

War materials now in production:

HYDRO-PRESSED ALUMINUM PARTS FOR AIRCRAFT

ANTI-GAS FABRICS

TARPAULIN DUCK (DOMOTITE PROCESSED)

Waterproof
Flameproof
Mildewproof
Gasproof
Arcticized

BITS AND PIECES FOR MILITARY AND NAVAL SERVICES

HYDRAULIC TANK JACKS

RANGE FINDERS

PARTS FOR:

6 lb. anti-tank guns
25 lb. field guns
4 inch anti-aircraft guns
Marine engines and boilers, etc.



